Riot Platforms (NASDAQ: RIOT)
Corporate Presentation

September 6, 2023
Forward Looking Statements

Statements in this presentation that are not statements of historical fact are forward-looking statements that reflect management’s current expectations, assumptions, and estimates of future performance and economic conditions, and are not guarantees of future performance or actual results. Such statements are made in reliance on the safe harbor provisions of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. These forward-looking statements may include, but are not limited to, statements about the benefits of acquisitions, including potential future financial and operating results, as well as the Company’s plans, objectives, expectations, and intentions. Words such as “anticipates,” “believes,” “plans,” “expects,” “intends,” “will,” “potential,” “hope,” and similar expressions are intended to identify forward-looking statements; however, forward-looking statements may be made without such signifying expressions.

Because such forward-looking statements reflect management’s current expectations, assumptions and estimates of future performance and economic conditions, they are subject to risks and uncertainties that may cause actual results to differ materially from those expressed or implied by such forward-looking statements. These risks and uncertainties include, but are not limited to: unaudited estimates of Bitcoin production; our future hash rate growth (EH/s); the anticipated benefits, construction schedule, and costs associated with the Corsicana Facility; our expected schedule of new miner deliveries; our ability to successfully deploy new miners; MW capacity under development; risks related to our realization of the benefits we anticipate from immersion-cooling; risks related to the success, schedule, cost and difficulty of integrating businesses we acquire; our failure to realize anticipated efficiencies and strategic and financial benefits from our acquisitions; and the impact that COVID-19 and other global events may have on us, our customers, our suppliers, and on economic conditions in connection with our estimated timelines, future performance and operations.

Detailed information regarding the factors identified by the Company’s management which they believe may cause actual results to differ materially from those expressed or implied by the forward-looking statements contained in this presentation may be found in the Company’s filings with the U.S. Securities and Exchange Commission (the “SEC”), including the risks, uncertainties and other factors discussed under the sections entitled “Risk Factors” and “Cautionary Note Regarding Forward-Looking Statements” of the Company’s Annual Report on Form 10-K for the fiscal year ended December 31, 2022, as amended, and the other filings the Company makes with the SEC, copies of which may be obtained from the SEC’s website, www.sec.gov. In addition to these risks and those identified by the Company’s management and disclosed in the Company’s filings with the SEC, other risks, factors and uncertainties not identified by management, or which management does not presently believe to be material to the Company, its business or prospects, may also materially affect the Company’s actual future results, including in ways adverse to the Company’s business. All forward-looking statements included in this presentation are made only as of the date of this presentation, and the Company disclaims any intention or obligation to update or revise any such forward-looking statements to reflect events or circumstances that subsequently occur, or of which the Company hereafter becomes aware, except as required by law. Persons reading this presentation are cautioned not to place undue reliance on such forward-looking statements.
Riot Platforms (NASDAQ: RIOT) H1 2023 Results Reaffirm Key Strengths and Position as the Leading Bitcoin Infrastructure Platform

<table>
<thead>
<tr>
<th>Significant scale of operations</th>
<th>Total revenue&lt;sup&gt;1&lt;/sup&gt;: $150 million</th>
<th>95,904 miners deployed / 10.7 EH/s hash rate deployed&lt;sup&gt;2&lt;/sup&gt;</th>
<th>3,890 Bitcoin mined&lt;sup&gt;1&lt;/sup&gt; / ~21.5 Bitcoin mined/day</th>
</tr>
</thead>
</table>

<table>
<thead>
<tr>
<th>Low-cost producer</th>
<th>Direct cost to produce 1 BTC&lt;sup&gt;1,3&lt;/sup&gt;: $8,960/BTC</th>
<th>Bitcoin Mining gross margin&lt;sup&gt;1,3&lt;/sup&gt;: 64%</th>
<th>Cost of power&lt;sup&gt;1,3&lt;/sup&gt;: 3.5c/kWh</th>
</tr>
</thead>
</table>

<table>
<thead>
<tr>
<th>Strong financial and liquidity position</th>
<th>Cash balance&lt;sup&gt;4&lt;/sup&gt;: $289 million</th>
<th>Bitcoin held&lt;sup&gt;4&lt;/sup&gt;: 7,265 BTC (~$221 million)</th>
<th>Long-term debt outstanding&lt;sup&gt;5&lt;/sup&gt;: Zero</th>
</tr>
</thead>
</table>

2. As of June 30, 2023. Excludes 17,040 miners that are offline as a result of damage to Building G from the severe winter weather in Texas in late December 2022.
3. Non-GAAP net of $10.7 million of power curtailment credits allocated to Bitcoin Mining. Direct cost to produce 1 BTC of $13,365 based on GAAP cost of Bitcoin Mining revenues, resulting in GAAP 53% Bitcoin Mining gross margin.
4. As of June 30, 2023. Estimated fair value of "Bitcoin held" based on applying the market price of one Bitcoin on June 30, 2023, of approximately $22,417, to the Company’s 7,265 Bitcoin held.
Best-in-Class Management Team Driving Value Creation

1. Strong operational benefits from vertically-integrated strategy
2. Leading hash rate deployment and growth
3. Unique power strategy in Texas drives low power costs
4. Industry-leading financial strength, with near-term growth plans to 20.1 EH/s, and beyond, fully-funded
5. Technological leader in industrial-scale immersion-cooling infrastructure build-out
6. Key decision-making across multiple Bitcoin cycles
Strong Operational Benefits from Vertically-Integrated Strategy…

Rockdale Facility

- Largest Bitcoin mining data center in North America¹ with 700 MW of total capacity in Rockdale, Texas
- 12.5 EH/s by Q4 2023
- 200 MW of capacity across two buildings dedicated to immersion-cooled self-mining operations

Corsicana Facility

- Second large-scale development located in Corsicana, Texas with anticipated 1 GW of total capacity approved by ERCOT
- Expansion underway, with initial phase of 400 MW of immersion-cooled data center infrastructure under development
- Miner order placed representing 7.6 EH/s for first two buildings of Phase I (200 MW)
- Mining expected to commence Q1 2024

ESS Metron

- Critical provider of Riot’s infrastructure including customized immersion-cooling technology
- Diversifies revenue base and de-risks procurement of infrastructure supply tied to Riot’s expansion plans
- Premier provider of highly-engineered electrical equipment products to ~100 existing customers, including a number of Fortune 500 companies

¹. As measured by developed capacity.
## Driving Positive Financial and Operational Benefits

**Strong operational benefits...**

<table>
<thead>
<tr>
<th><strong>Miner deployments</strong></th>
<th>Industrial-scale miner fleet “plugged-in” at an industry-leading, low-cost of power</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Infrastructure development</strong></td>
<td>Controlled infrastructure development timeline matching deployment schedule of miners</td>
</tr>
<tr>
<td><strong>Suppliers</strong></td>
<td>Zero reliance on third-party hosting providers</td>
</tr>
<tr>
<td><strong>Security</strong></td>
<td>Physical and cyber operations monitored on-site 24/7</td>
</tr>
</tbody>
</table>

...driving positive financial performance

1. **Enhanced profitability**
2. **Greater balance sheet flexibility**
3. **Greater diversification of revenues**
4. **Expanded relationships with key industry players**
5. **Deepened industry knowledge driving best-in-class management decision-making**
Note: 'Optional MicroBT Order' represents hash rate increase associated with Riot’s option to order an additional 66,560 miners, representing approximately 15.3 EH/s in total. Currently assumes a deployment schedule of 16,640 miners in Q4’24, 16,640 miners in Q1’25, 16,640 miners in Q3’25, and 16,640 miners in Q4’25.
MicroBT Miner Order Secures Future ASIC Miner Purchase Supply and Pricing

- Riot began testing MicroBT miners in Q4 of 2022
  - Consistently demonstrates high uptime
  - Purpose built for immersion-cooling use
  - Made in the USA
- Initial order of 33,280 miners for the first two buildings in the Corsicana facility
  - 8,320 M56S+ miners @ $20.00/TH
  - 24,960 M56S++ miners @ $22.00/TH
  - Delivery of miners to begin November 2023
  - Adds approximately 7.6 EH/s
- Option to purchase up to an additional 66,560 M56S++ miners (22 J/TH) at the same price ($22/TH), locking in pricing irrespective of cyclicality in ASIC prices seen in previous bull markets
  - Gives Riot clear path to increase self-mining by an additional ~15 EH/s by the end of 2025

Source: Hashrate Index by Luxor as of July 28, 2023.
Operations Concentrated in Texas, the Most Attractive Jurisdiction for Bitcoin Mining

1. Based on average global Bitcoin network statistics for full year 2022 (source: Blockchain.com), 30.5 J/TH miner efficiency, and average industrial electricity price for full year 2022 (source: EIA); includes US states with 100 MW or greater of operational Bitcoin mining power capacity.

2. Net of power curtailment credits.

Proportion of Renewable Energy Production in ERCOT Continues to Increase

By the end of 2024, ~44% of ERCOT’s installed capacity will be generated from non-renewable sources.

Bitcoin Mining is the perfect complement for intermittency issues associated with Renewable Generation.

Bitcoin Mining is one of the few industries that can lower energy consumption and support the grid during times of demand stress.

#1 in renewable energy production in the US with wind and solar accounting for 48% of total energy generation capacity in the ERCOT grid by 2024.

ERCOT energy generation fuel mix

- By the end of 2024, ~44% of ERCOT’s installed capacity will be generated from non-renewable sources.
- Bitcoin Mining is the perfect complement for intermittency issues associated with Renewable Generation.
- Bitcoin Mining is one of the few industries that can lower energy consumption and support the grid during times of demand stress.

Sources: ERCOT, U.S. Energy Information Administration.
1. As of year end December 31, 2022.
2. Includes wind, solar, biomass, and geothermal energy sources.
Long-Term Power Contracts Form the Basis of Riot’s Power Strategy

Riot’s Power Strategy Employed Through 3 Primary Mechanisms

1. Manual Curtailment
   - Riot powers down operations and returns power back to the utility when market prices are higher than Bitcoin mining revenues
   - Riot receives power credits for difference between market power price and Riot’s fixed power price
   - Economic maximization between Bitcoin mining and electricity markets

2. ERCOT Ancillary Services
   - Riot competitively bids to sell ERCOT the option to control Riot’s electrical load in certain hours
   - ERCOT compensates in the form of Demand Response Credits, which are received whether or not ERCOT calls to power down

3. ERCOT 4 Coincident Peak ("4CP") Program
   - Riot voluntarily powers down operations during times of peak demand in summer months
   - Participation gives substantial savings on transmission costs in future power bills, reducing overall power costs

Demand Response Credits Received
- June 2023: $1.7 Million
- July 2023: $1.8 Million
- August 2023: $7.4 Million

Power Credits Received
- June 2023: $8.4 Million
- July 2023: $6.0 Million
- August 2023: $24.2 Million

Made Possible By
Riot’s 345MW Long-Term 24/7 Fixed-Price Power Contract
Utilization of Power Strategy Drives Significant Reductions in Effective Power Costs to Riot

- Riot’s unique power strategy consistently outperforms buying spot power from ERCOT in its load zone.

- When other miners are forced to turn off due to high prices, Riot can use its fixed low-price contracts to sell power to the utility provider.

- Demand Response and Power Credits received lower Riot’s effective power price per MWh.

1. ERCOT average real-time settlement prices based on 15-minute settlement windows. Riot’s Rockdale Facility is located in ERCOT’s Load Zone South.
2. Riot’s realized cost to mine per megawatt hour (MWh) is based on the amount of megawatt-hours of self-mining in each month and the total expense under power contracts allocated to self-mining inclusive of any power curtailment or demand response credits allocated to self-mining for each month. Figures are inclusive of 2022 4CP savings as realized on 2023 power bills. All numbers shown here are preliminary and unaudited.
Fixed Power Block Gives Riot Ability to Benefit from High Power Costs when Bitcoin Mining may be Less Economical

1. ERCOT South Hub (7x24) average historical settlement price from January 1, 2023, to August 19, 2023.
2. Riot’s $/MWh self-mining revenue, based on BTC mined per day, BTC closing price, and self-mining power draw per day.
3. 6-months ended June 30, 2023. Non-GAAP, net of $10.7 million of power curtailment credits allocated to Bitcoin Mining.
Riot’s Power Strategy in Action – Economic Optimization on June 20, 2023

1. Self-mining revenue based on combination of bitcoin generated by self-mining operations and the average bitcoin price during the day, combined with all power credits received during June 20, 2023.
2. Real-Time Market Settlement. Real Prices for ERCOT Load Zone South based on average 15 minute interval on June 20, 2023.
3. Amount equal to $93 per MWh calculated based on daily average bitcoin price and network conditions as of June 20, 2023 and miner efficiency of 30 J/Th/s.
4. Riot is able to turn off and monetize fixed price power contracts through Power Credits and Demand Response Credits, average price received during June 20, 2023 were $62.86 per MWh and $688.29 per MWh, respectively. Total credits received on day of June 20, 2023 are $6.22 Million.
Industry-Leading Financial Strength, with Growth Plans Through Year-End 2024 Already Fully-Funded and Independent of External Financing

1. As of June 30, 2023. 2. Assumes $30,000 BTC price increasing at a 2% monthly escalator, broker analysts global network hash rate of 381 EH/s in 2023 (July to December) and 349 EH/s in 2024 (January to December), majority of monthly BTC production sold (net of fees), self-mining operations from the Rockdale Facility, and estimated Company future deployed self-mining hash rate at the Corsicana Facility. 3. Assumes outstanding infrastructure capital expenditure as of June 30, 2023, only. 4. Includes miner costs to fill out all the Phase 1 400MW Corsicana build-out. "$178 million optional order" figure only includes the first option of 33,280 miners and does not include the second option of 33,280 miners.
1. Corsicana Phase 1 Capex Schedule

<table>
<thead>
<tr>
<th>Capex spent as of Q2 2023</th>
<th>Q3-Q4 2023 capex estimate</th>
<th>2024 capex estimate</th>
<th>Total phase 1 capex</th>
</tr>
</thead>
<tbody>
<tr>
<td>$102mm</td>
<td>$150mm</td>
<td>$81mm</td>
<td>$333mm</td>
</tr>
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</table>

1. Phase 1 of the Corsicana Facility development is comprised of the buildout of an initial 400 MW of immersion-cooled data center infrastructure.
Corsicana Facility – First Batch of ASIC Miners to go Online in Q1 2024

Q4 2022
Groundbreaking Ceremony
Kick-off Ground Works

Q2 2023
Cut & Fill
Structural Metal
Buildings Delivered on Site

Q4 2023
Inventory Building
Cut & Fill

Q4 2023
Tanks Commissioning

Q2 2024
Second Batch of Miners Online

Q1 2024
First Batch of Miners Online

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Q4 2023
Tanks Commissioning

Q2 2024
Second Batch of Miners Online

Q1 2024
First Batch of Miners Online
Technological Leader in Industrial-Scale Immersion-Cooling Infrastructure Build-Out

Rockdale Facility

- Rockdale Facility is the largest known fully operational industrial-scale immersion-cooled Bitcoin mining operation.
- Two immersion-cooled buildings (200 MW) for self-mining at the Rockdale Facility have been completed.

Corsicana Facility

- Initial 400 MW development at the Corsicana Facility will implement immersion-cooling infrastructure and technology.
- Agreement with Midas provides delivery of 200 MW of new immersion cooling systems for the first two buildings at Corsicana.
- Miners purchased from MicroBT are purpose-built for immersion-cooled mining.
- Provides clear pathway to deploying an additional 200 MW of immersion-cooled miners by Q2 2024.

Benefits of Immersion-Cooling¹

- **Increased heat dissipation** – immersion fluids are more thermally conductive than air, increasing heat absorption and moving it quickly away from miners.
- **Cleaner operating conditions** – prevents dust and debris from getting into hardware, decreasing cleaning and maintenance requirements.
- **Improved energy efficiency** – removal of miner fans decreases energy usage and increases hash rate power.
- **Increased hardware asset life** – significantly reduces vibrations and temperature fluctuations which cause hardware degradation.

¹: Source: Braiins (Economics of Immersion Cooling for Bitcoin Miners); Braiins is a Bitcoin mining operations company with software solutions including custom ASIC firmware and mining pool.
Key Decision-Making Across Multiple Bitcoin Cycles

1. Early, large-scale adopter of leading-edge ASIC miners

2. Successfully executed key strategic acquisitions and organic initiatives driving growth

3. Balance sheet prepared for the cycles through timely equity capital raises and zero debt driving current, leading liquidity position

- **Dec 2019:** Purchased 4,000 S17 Pro miners
- **Aug-Dec 2020:** Purchased 30,600 S19 Pro / S19j Pro miners
- **Mar 2021:** Purchased 43,500 S19j miners
- **Oct 2021:** Purchased 9,000 S19j Pro miners
- **Dec 2021:** Purchased 30,000 S19XP miners
- **Apr 2022:** Initiated 1 GW expansion site in Corsicana, TX
- **May 2021:** Acquired 300 MW facility in Rockdale, TX; announced 400 MW expansion
- **Oct 2021:** Purchased 9,000 S19j Pro miners
- **Dec 2021:** Acquired ESS Metron
- **Dec 2021:** Purchased 30,000 S19XP miners
- **Dec 2021:** Completed $600 million raise at $29.53/sh
- **Jun 2023:** Purchased 8,320 M56S+ and 24,960 M66S++ miners
- **Jan 2021:** Completed $85 million raise at $19.13/sh
- **Feb-21:** Completed $600 million raise at $29.53/sh
- **Mar-23:** Started new $750 million raise
- **Aug 2023:** Started new $750 million raise
- **Jun 2023:** Completed $500 million raise at $9.35/sh
- **Aug 2023:** Started new $750 million raise

**Experience:**
- Experienced management team successfully navigated through multiple Bitcoin cycles resulting in an industry-leading position
- 150,000+ miners fully funded
- Acquired Rockdale Facility and completed expansion to 700 MW
- 1 GW Corsicana Facility initiated
- Cumulative capital raised\(^2\) at a weighted avg. price of ~$10/sh
- $289 million cash balance and zero long-term debt\(^3\)

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1. Source: Blockchain.com; historical Bitcoin price from January 2019, to August 2023, based on monthly price average.
2. Since initiation of the 2019 ATM Offering.
Riot is Strongly Positioned Going into the "Halving"

1. **Leading Fleet Efficiency**
   - **27.7 J/TH** 1
   - **33.4 J/TH**
   - **31.4 J/TH**
   - **29.0 J/TH**
   - **25.7 J/TH**
   - **38.0 J/TH**

2. **Low Cost to Mine BTC**
   - **$8,960**
   - **$17,301**
   - **$13,770**
   - **$8,188**
   - **$20,130**
   - **$18,318**
   - **$12,213**
   - **$7,653**
   - **$15,355**
   - **$12,881**

3. **Strong Net Liquidity Position** 4
   - **$430M**
   - **$86M**
   - **$278M**
   - **$44M**
   - **$25M**
   - **$34M**
   - **$39M**

---


1. 27.7 J/TH figure is representative of current operating miners deployed. 24.7 J/TH figure reflects Riot’s expected fleet efficiency following full deployment of self-mining operations in Phase 1 of the Corsicana Facility.


3. Includes only Q1 2023 figures due to unavailability of Q2 2023 data.


Average Network Efficiency of **32.5 J/TH** 2

Average of **$13,979**
Riot’s vision is to be the world’s leading Bitcoin-driven infrastructure platform
Appendix
Rockdale Facility – Largest Bitcoin Mining Facility in North America

<table>
<thead>
<tr>
<th>Building</th>
<th>Start-date</th>
<th>Capacity</th>
<th>Building type</th>
<th>Business model</th>
</tr>
</thead>
<tbody>
<tr>
<td>A</td>
<td>Q2 2020</td>
<td>100 MW</td>
<td>Air-cooled</td>
<td>Hosting</td>
</tr>
<tr>
<td>B</td>
<td>Q3 2020</td>
<td>100 MW</td>
<td>Air-cooled</td>
<td>Self-mining, hosting</td>
</tr>
<tr>
<td>C</td>
<td>Q3 2020</td>
<td>100 MW</td>
<td>Immersion-cooled</td>
<td>Hosting</td>
</tr>
<tr>
<td>D</td>
<td>Q3 2022</td>
<td>100 MW</td>
<td>Air-cooled</td>
<td>Self-mining</td>
</tr>
<tr>
<td>E</td>
<td>Q1 2023</td>
<td>100 MW</td>
<td>Air-cooled</td>
<td>Self-mining</td>
</tr>
<tr>
<td>F</td>
<td>Q4 2021</td>
<td>100 MW</td>
<td>Immersion-cooled</td>
<td>Self-mining</td>
</tr>
<tr>
<td>G</td>
<td>Q4 2023</td>
<td>100 MW</td>
<td>Immersion-cooled</td>
<td>Self-mining</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td><strong>700 MW</strong></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

1. As measured by developed capacity
Management Team and Board of Directors

✓ Unique, Bitcoin-focused strategic vision

✓ Veteran public company expertise

✓ Supported by industry-leading infrastructure expansion capabilities

✓ Highly experienced independent directors

Benjamin Yi
Executive Chairman of the Board

Jason Les
Chief Executive Officer; Director

Jason Chung
Executive Vice President, Head of Corporate Development & Strategy

William Jackman
Executive Vice President, General Counsel

Colin Yee
Executive Vice President, Chief Financial Officer

Hannah Cho
Independent Director

Lance D’Ambrosio
Independent Director

Hubert Marleau
Lead Independent Director

Jason Les
Chief Executive Officer; Director

Benjamin Yi
Executive Chairman of the Board

Jason Chung
Executive Vice President, Head of Corporate Development & Strategy

William Jackman
Executive Vice President, General Counsel

Colin Yee
Executive Vice President, Chief Financial Officer

Hannah Cho
Independent Director

Lance D’Ambrosio
Independent Director

Hubert Marleau
Lead Independent Director
## Statement of Operations (Unaudited)

*in $ thousands, except for per share amounts*

<table>
<thead>
<tr>
<th></th>
<th>2023</th>
<th>2022</th>
</tr>
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<tbody>
<tr>
<td><strong>Revenue:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Bitcoin Mining</td>
<td>$97,765</td>
<td>$104,096</td>
</tr>
<tr>
<td>- Data Center Hosting</td>
<td>16,703</td>
<td>19,528</td>
</tr>
<tr>
<td>- Engineering</td>
<td>35,459</td>
<td>29,062</td>
</tr>
<tr>
<td>- Other Revenue</td>
<td>48</td>
<td>48</td>
</tr>
<tr>
<td><strong>Total Revenue</strong></td>
<td>$149,975</td>
<td>$152,734</td>
</tr>
<tr>
<td><strong>Costs and Expenses:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Cost of Revenue:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>- Bitcoin Mining</td>
<td>$45,546</td>
<td>$37,089</td>
</tr>
<tr>
<td>- Data Center Hosting</td>
<td>47,794</td>
<td>30,169</td>
</tr>
<tr>
<td>- Engineering</td>
<td>33,745</td>
<td>26,724</td>
</tr>
<tr>
<td>Selling, General and Administrative</td>
<td>32,511</td>
<td>21,623</td>
</tr>
<tr>
<td>Depreciation and Amortization</td>
<td>125,502</td>
<td>34,807</td>
</tr>
<tr>
<td>Change in Fair Value of Derivative Asset</td>
<td>(7,331)</td>
<td>(104,614)</td>
</tr>
<tr>
<td>Power Curtailment Credits</td>
<td>(16,545)</td>
<td>(8,258)</td>
</tr>
<tr>
<td>Realized Gain on Sale/Exchange of Bitcoin</td>
<td>(33,603)</td>
<td>(24,925)</td>
</tr>
<tr>
<td>Impairment of Bitcoin</td>
<td>10,110</td>
<td>127,289</td>
</tr>
<tr>
<td>Other Expenses</td>
<td>1,556</td>
<td>327,210</td>
</tr>
<tr>
<td><strong>Total Costs and Expenses</strong></td>
<td>$239,285</td>
<td>$467,114</td>
</tr>
<tr>
<td><strong>Operating Income (Loss)</strong></td>
<td>$(89,310)</td>
<td>$(314,380)</td>
</tr>
<tr>
<td><strong>Total Other Income (Expense)</strong></td>
<td>1,078</td>
<td>(8,488)</td>
</tr>
<tr>
<td><strong>Net Income (Loss) Before Taxes</strong></td>
<td>(88,232)</td>
<td>(322,868)</td>
</tr>
<tr>
<td><strong>Total Income Tax Benefit (Expense)</strong></td>
<td>4,857</td>
<td>5,887</td>
</tr>
<tr>
<td><strong>Net Income (Loss)</strong></td>
<td>$(83,375)</td>
<td>$(316,981)</td>
</tr>
<tr>
<td><strong>Basic and Diluted Net Income (Loss) per Share</strong></td>
<td>$(0.51)</td>
<td>$(2.56)</td>
</tr>
<tr>
<td><strong>Basic and Diluted Weighted Average Number of Shares Outstanding</strong></td>
<td>162,559,956</td>
<td>123,760,839</td>
</tr>
</tbody>
</table>
## Balance Sheet (Unaudited)

### (in $ thousands, except for per share amounts)

<table>
<thead>
<tr>
<th>Assets:</th>
<th>As of June 30, 2023</th>
<th>As of December 31, 2022</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Current Assets:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and Cash Equivalents</td>
<td>$289,176</td>
<td>$230,328</td>
</tr>
<tr>
<td>Accounts Receivable, net</td>
<td>$13,181</td>
<td>$26,932</td>
</tr>
<tr>
<td>Contract Assets</td>
<td>$19,063</td>
<td>$19,743</td>
</tr>
<tr>
<td>Prepaid Expenses and Other Current Assets</td>
<td>$20,132</td>
<td>$32,661</td>
</tr>
<tr>
<td>Bitcoin</td>
<td>$140,931</td>
<td>$109,420</td>
</tr>
<tr>
<td>Future Power Credits, Current Portion</td>
<td>$271</td>
<td>$24,297</td>
</tr>
<tr>
<td><strong>Total Current Assets</strong></td>
<td>$482,754</td>
<td>$443,381</td>
</tr>
<tr>
<td><strong>Property and Equipment, net</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Deposits</td>
<td>$30,414</td>
<td>$42,433</td>
</tr>
<tr>
<td>Finite-lived Intangible Assets, net</td>
<td>$18,622</td>
<td>$21,477</td>
</tr>
<tr>
<td>Derivative Asset</td>
<td>$104,828</td>
<td>$97,497</td>
</tr>
<tr>
<td>Operating Lease Right-of-Use Assets</td>
<td>$21,221</td>
<td>$21,673</td>
</tr>
<tr>
<td>Future Power Credits, less current portion</td>
<td>$638</td>
<td>$638</td>
</tr>
<tr>
<td>Other Long-Term Assets</td>
<td>$816</td>
<td>$310</td>
</tr>
<tr>
<td><strong>Total Assets</strong></td>
<td>$1,358,930</td>
<td>$1,319,964</td>
</tr>
</tbody>
</table>
Balance Sheet (Unaudited) (continued)

(in $ thousands, except for per share amounts)

<table>
<thead>
<tr>
<th>Liabilities and Stockholder’s Equity:</th>
<th>As of June 30, 2023</th>
<th>As of December 31, 2022</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current Liabilities:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts Payable</td>
<td>$12,616</td>
<td>$18,445</td>
</tr>
<tr>
<td>Contract Liabilities</td>
<td>3,117</td>
<td>8,446</td>
</tr>
<tr>
<td>Accrued Expenses</td>
<td>27,307</td>
<td>65,464</td>
</tr>
<tr>
<td>Deferred Gain on Acquisition Post-Close Dispute Settlement</td>
<td>26,007</td>
<td></td>
</tr>
<tr>
<td>Deferred Revenue, current portion</td>
<td>2,670</td>
<td>2,882</td>
</tr>
<tr>
<td>Contingent Consideration Liability - future power credits, current portion</td>
<td>271</td>
<td>24,297</td>
</tr>
<tr>
<td>Operating Lease Liability, current portion</td>
<td>2,343</td>
<td>2,009</td>
</tr>
<tr>
<td>Total Current Liabilities</td>
<td>$74,331</td>
<td>$121,543</td>
</tr>
<tr>
<td>Deferred Revenue, less current portion</td>
<td>$16,853</td>
<td>$17,869</td>
</tr>
<tr>
<td>Operating Lease Liability, less current portion</td>
<td>19,510</td>
<td>20,242</td>
</tr>
<tr>
<td>Contingent Consideration Liability - future power credits, less current portion</td>
<td>638</td>
<td>638</td>
</tr>
<tr>
<td>Other Long-Term Liabilities</td>
<td>6,688</td>
<td>8,230</td>
</tr>
<tr>
<td>Total Liabilities</td>
<td>$118,020</td>
<td>$168,522</td>
</tr>
<tr>
<td>Stockholders’ Equity:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Preferred Stock, no par value, 15,000,000 shares authorized:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2% Series A Convertible Preferred stock; 2,000,000 shares authorized; no shares issued and outstanding as of June 30, 2023 and December 31, 2022</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>0% Series B Convertible Preferred stock; 1,750,001 shares authorized; no shares issued and outstanding as of June 30, 2023 and December 31, 2022</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Common Stock, no par value; 340,000,000 shares authorized; 182,250,554 and 167,751,112 shares issued and outstanding as of June 30, 2023 and December 31, 2022, respectively</td>
<td>2,080,627</td>
<td>1,907,784</td>
</tr>
<tr>
<td>Accumulated Deficit</td>
<td>(839,717)</td>
<td>(756,342)</td>
</tr>
<tr>
<td>Total Stockholders’ Equity</td>
<td>1,240,910</td>
<td>1,151,442</td>
</tr>
<tr>
<td>Total Liabilities and Stockholders’ Equity</td>
<td>$1,358,930</td>
<td>$1,319,964</td>
</tr>
</tbody>
</table>
Non-GAAP Adjusted EBITDA (Unaudited)

(in $ thousands, except for per share amounts)

<table>
<thead>
<tr>
<th></th>
<th>Six Months Ended June 30,</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2023</td>
</tr>
<tr>
<td>Net Income (Loss)</td>
<td>$(83,375)</td>
</tr>
<tr>
<td>Interest Income (Expense)</td>
<td>(1,013)</td>
</tr>
<tr>
<td>Income Tax Expense (Benefit)</td>
<td>(4,857)</td>
</tr>
<tr>
<td>Depreciation and Amortization</td>
<td>125,502</td>
</tr>
<tr>
<td>EBITDA</td>
<td>$36,257</td>
</tr>
</tbody>
</table>

Non-Cash / Non-Recurring Operating Expenses and Adjustments:

<table>
<thead>
<tr>
<th>Non-Cash / Non-Recurring Operating Expenses and Adjustments:</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Stock-Based Compensation Expense</td>
<td>$1,133</td>
</tr>
<tr>
<td>Acquisition-Related Costs</td>
<td></td>
</tr>
<tr>
<td>Change in Fair Value of Derivative Asset</td>
<td>(7,331)</td>
</tr>
<tr>
<td>Change in Fair Value of Contingent Consideration</td>
<td></td>
</tr>
<tr>
<td>(Gain) Loss on Marketable Equity Securities</td>
<td></td>
</tr>
<tr>
<td>Loss (Gain) on Sale/Exchange of Equipment</td>
<td>30</td>
</tr>
<tr>
<td>Casualty-Related Charges (Recoveries), net</td>
<td>1,526</td>
</tr>
<tr>
<td>Impairment of Goodwill</td>
<td></td>
</tr>
<tr>
<td>Other (Income) Expense</td>
<td>(65)</td>
</tr>
<tr>
<td>Other Revenue, (Income) Expense Adjustments:</td>
<td></td>
</tr>
<tr>
<td>License Fees</td>
<td>(48)</td>
</tr>
</tbody>
</table>

| Total Adjustments                                           | (4,755) | 234,500 |
| Adjusted EBITDA                                            | $31,502  | $(53,204) |

* Indicates Non-GAAP measure. We use Adjusted EBITDA to eliminate the effects of certain non-cash and/or non-recurring items, that do not reflect our ongoing strategic business operations. Adjusted EBITDA includes impairment of Bitcoin charges. Adjusted EBITDA is provided in addition to, and not as a substitute for, or as superior to, the comparable GAAP measure, Net Income. For a full reconciliation of the Non-GAAP measures we use to their comparable GAAP measures, see the discussion under the heading "Non-GAAP Measures" commencing on page 29, under Item 2, "Management's Discussion & Analysis" in our June 30, 2023, Form 10-Q.
Non-GAAP Cost of Revenues (Unaudited)

*(in $ thousands, except for per share amounts)*

<table>
<thead>
<tr>
<th></th>
<th>Six Months Ended June 30,</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2023</td>
</tr>
<tr>
<td><strong>Bitcoin Mining:</strong></td>
<td></td>
</tr>
<tr>
<td>Revenue</td>
<td>$97,765</td>
</tr>
<tr>
<td>Cost of Revenues</td>
<td>45,546</td>
</tr>
<tr>
<td>Power Curtailment Credits</td>
<td>(10,589)</td>
</tr>
<tr>
<td>Cost of Revenues, net of Power Curtailment Credits</td>
<td>34,957</td>
</tr>
<tr>
<td>Bitcoin Mining Revenue in excess of Cost of Revenues, net of Power Curtailment Credits</td>
<td>$62,808</td>
</tr>
<tr>
<td>Bitcoin Mining Revenue in excess of Cost of Revenues, net of Power Curtailment Credits as a percentage of Revenue</td>
<td>64.2%</td>
</tr>
<tr>
<td><strong>Data Center Hosting:</strong></td>
<td></td>
</tr>
<tr>
<td>Revenue</td>
<td>$16,703</td>
</tr>
<tr>
<td>Cost of Revenues</td>
<td>47,794</td>
</tr>
<tr>
<td>Power Curtailment Credits</td>
<td>(5,956)</td>
</tr>
<tr>
<td>Cost of Revenues, net of Power Curtailment Credits</td>
<td>41,838</td>
</tr>
<tr>
<td>Data Center Hosting Revenue in excess of Cost of Revenues, net of Power Curtailment Credits</td>
<td>$(25,135)</td>
</tr>
<tr>
<td>Data Center Hosting Revenue in excess of Cost of Revenues, net of Power Curtailment Credits as a percentage of Revenue</td>
<td>-150.5%</td>
</tr>
<tr>
<td><strong>Total Power Curtailment Credits</strong></td>
<td>$(16,545)</td>
</tr>
</tbody>
</table>

* Indicates Non-GAAP measure. We use these Non-GAAP measures to evaluate the performance of our core business operations, Bitcoin Mining and Data Center Hosting, after including the impact of our power management strategy. They are provided in addition to, and not as a substitute for, or superior to, their comparable GAAP measures, Revenue and Cost of Revenues. For a full reconciliation of the Non-GAAP measures we use to their comparable GAAP measures, see the discussion under the heading “Non-GAAP Measures” commencing on page 29, under Item 2, “Management’s Discussion & Analysis” in our June 30, 2023, Form 10-Q.